

Message Text

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73

ORIGIN XMB-04

INFO OCT-01 EA-09 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-01 INR-07 NSAE-00 USIA-15 TRSE-00 OPIC-06 SP-02

CIEP-02 OMB-01 FEA-01 ACDA-10 IO-10 L-03 NSC-05

NRC-07 OES-05 DODE-00 SS-15 NSCE-00 SSO-00 USIE-00

INRE-00 /116 R

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DRAFTED BY XMB - RICHARD D. CRAFTON

APPROVED BY EB/IFD/ODF RANDOLPH A. SWART

XMB - CHARLES E. HOUSTON

XMB - DAVID O. BEIM

EA/PHL ROBERT J. WILLMER

----- 106690

O 192229Z DEC 75

FM SECSTATE WASHDC

TO AMEMBASSY MANILA IMMEDIATE

UNCLAS STATE 299420

E.O. 11652:N/A

TAGS: EFIN

SUBJECT: EXIMBANK FINANCING OF NUCLEAR POWER PLANT FOR
NATIONAL POWER CORPORATION

REF: STATE 242030

1. ON DECEMBER 18, 1975 , EXIMBANK AUTHORIZED FINANCIAL
ASSISTANCE FOR NATIONAL POWER CORPORATION'S (NPC)620 MW
NUCLEAR POWER PLANT ON THE FOLLOWING TERMS AND CONDITIONS:
THE BORROWER TO MAKE A CASH PAYMENT OF DOLS 62
MILLION (OR 10 PERCENT OF U.S. COSTS); AN EXIMBANK DIRECT
CREDIT (#6122) OF DOLS 277.2 MILLION (OR 45 PERCENT
OF U.S. COSTS) AND AN EXIMBANK FINANCIAL GUARANTEE
(#6123) OF DOLS 277.2 MILLION. IN ADDITION, EXIMBANK WILL
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PROVIDE A FINANCIAL GUARANTEE NOT TO EXCEED DOLS 90

MILLION TO HELP FINANCE CAPITALIZED INTEREST COSTS.

2. EXIMBANK WILL CHARGE INTEREST OF 8-1/2 PERCENT PER ANNUM ON THE DOLS 277.2 MILLION DIRECT CREDIT PLUS A COMMITMENT FEE OF 1/2 OF 1 PERCENT PER ANNUM COMMENCING FROM DECEMBER 18, 1975 ON THE DOLS 277.2 MILLION AND DOLS 90 MILLION AMOUNTS TO BE GUARANTEED, EXIMBANK WILL CHARGE A FINANCIAL GUARANTEE FEE OF 1 PERCENT PER ANNUM PLUS A

COMMITMENT FEE OF 1/8 OF 1 PERCENT PER ANNUM COMMENCING FROM DECEMBER 18, 1975.

3. THE PRESSURIZED LIGHT WATER NUCLEAR REACTOR TO BE CONSTRUCTED BY GUARANTOR WILL BE THE GOVERNMENT OF THE PHILIPPINES.

4. REPAYMENT IS TAILORED TO THE PROJECT'S CASH FLOW WITH EXIMBANK'S CREDIT BEING REPAYED IN UNEQUAL SEMIANNUAL INSTALLMENTS BEGINNING JUNE 1991 WITH FINAL MATURITIES IN 1994 FOR A TOTAL CREDIT PERIOD OF ABOUT 18 YEARS. COMMERCIAL BANK LOANS GUARANTEED BY EXIMBANK WILL COMMENCE REPAYMENT IN JUNE 1987 WITH FINAL MATURITIES IN 1991.

5. REQUEST EMBASSY ADVISE MR. C.D. DEL ROSARIO OF NPC OF THIS ACTION, WHICH WILL BE DETAILED IN LETTER OF ADVICE TO NPC.
KISSINGER

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Message Attributes

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To: MANILA
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